IN THE COURT OF THE SUB-JUDGE AT SHIMOGA.

Insolvency Application No. 19 *of* 1926-27.

Yellanna Gowda, son of Ramanna Gowda ... ... *Petitioner (Debtor)*

vs.

Seenappa and others ... ... *Opponents (Creditors).*

Pursuant to a petition dated 29th March 1927, by the debtor and on the application of the said debtor and on reading the application and hearing the petitioner and the 1st opponent, it is ordered that the debtor be and the said debtor is hereby adjudged insolvent.

Dated this 9th day of August 1929.

Hearing 30th August 1929.

S. VENKATA RANGA IYENGAR,
Sub-Judge.

SUBJECT.—Procedure to be followed in regard to payments on account of House Purchase Advances.

COMPTROLLER'S OFFICE, BANGALORE.

Circular No. 155—*Loans, dated* 19*th July* 1929.

To

The Heads of Departments,
Deputy Commissioners of all Districts and
all Treasury Officers.

As approved by Government in their letter No. Fl. 8199, dated 7th May 1929, the following detailed procedure is laid down in regard to payments on account of House Purchase Advances in cases in which prior encumbrances on the houses proposed to be purchased have to be discharged. In such cases the payment of the Government Advance and the discharge of the prior encumbrance have to be simultaneous as they are mutually inter-dependent.

(1) The amounts payable to the several parties out of the advances will be intimated by the Deputy Commissioner to the Sub-Registrar by means of a memo accompanied by—

(*a*) the payee's receipt endorsed in favour of the Sub-Registrar with the usual certificate of the Deputy Commissioner recorded thereon to the effect that the necessary documents have been executed by the grantee,

(*b*) the mortgage deed containing prior encumbrances,

(*c*) sale deed in favour of the grantee, and

(*d*) mortgage deed executed by the grantee in favour of Government for House Purchase Advance sanctioned to him.

(2) The amount of payee's receipt will be drawn by the Sub-Registrar and disbursed to the parties concerned and the amounts paid to them will be noted in the sale deed by him. He should also get the necessary endorsement of discharge by the prior mortgagee or mortgagees made on the prior mortgage deed before payment is made to the latter, and after the sale deed and the mortgage deed in favour of Government are registered, all these documents should be returned to the Deputy Commissioner for being kept in safe custody.

(3) Intimations of payments authorised by the Deputy Commissioner on account of House Purchase Advances according to this procedure will be sent by him to the head of the office concerned and the Audit Office and the countersignature by the head of office on payee's receipts in cases of this kind will be dispensed with.

(4) Necessary note of such Advances will be maintained in each office in the Register maintained for the purpose on receipt of intimation from Deputy Commissioners and punctual recovery of monthly instalments arranged for by the head of the office.

S. SHAMANNA,
Comptroller.